Message Text

CONFIDENTIAL

PAGE 01 USNATO 11154 01 OF 02 101709Z ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 PM-05 INR-07 L-03 ACDA-12 NSAE-00 PA-01 SS-15 PRS-01 SP-02 USIA-06 TRSE-00 EB-08 COME-00 FRB-03 DODE-00 AID-05 CEA-01 EA-10 IO-13 NEA-10 OPIC-03 LAB-04 SIL-01 AGRE-00 OMB-01 OES-07 /131 W

-----049105 101750Z /43

R 101409Z NOV 77 FM USMISSION USNATO TO SECSTATE WASHDC 7236 INFO ALL NATO CAPITALS AMEMBASSY BELGRADE AMEMBASSY MOSCOW USNMR SHAPE USLOSACLANT

CONFIDENTIAL SECTION 01 OF 02 USNATO 11154

PARIS ALSO USOECD; BRUSSELS ALSO USEEC BLEGRADE FOR CSCE DEL

E.O. 11652:GDS

TAGS: EIAD, XH, NATO, NAC

SUBJECT: NORTH ATLANTIC COUNCIL NOV. 9 DISCUSSION OF "RECENT COMMUNIST AID TO THE DEVELOPING COUNTRIES"

REF: (A)USNATO10823(DTG 021617Z NOV 77) (NOTAL);
(B) STATE 266233 (DTG 072106Z NOV 77)(NOTAL);
(C) C-M(77)76
SUMMARY: ECONADS REPORT ON "RECENT COMMUNIST AID

TO THE DEVELOPING COUNTRIES WAS FAVORABLY NOTED BY COUNCIL AFTER ACTIVE DISCUSSION TOUCHING ON (A) NEED TO ALERT PUBLIC OPINION IN NATO COUNTRIES, AND ALSO THIRD WORLD, TO NEGATIVE ASPECTS OF COMMUNIST AID, (B) POSSIBLE LINK BETWEEN GROWING SOVIET PETROLEUM STRINGENCY AND USE OF AID IN ARAB COUNTRIES TO ASSURE SUPPLIES, AND (C) RELATIONSHIP BETWEEN CONCLUSIONS CONFIDENTIAL

CONFIDENTIAL

PAGE 02 USNATO 11154 01 OF 02 101709Z

OF THE C-M AND POSSIBLE REPETITION IN NEXT NATO MINISTERIAL COMMUNIQUE OF A PASSAGE CALLING ON GREATER SOVIET/EE EFFORT IN WORLD ECONOMIC SYSTEM. ACTING SYG PANSA REMAINDED CONSIDERATION OF AN UNCLASSIFIED VERSION OF THE REPORT TO ECONOMIC COMMITTEE AND CONCLUDED THERE WAS NO IMMEDIATE NEED FOR ANNUAL (RATHER THAN BIENNIAL) PREPARATION OF SIMILAR REPORTS. END SUMMARY.

- 1. CATALANO (ITALY), WURTH (LUXEMBOURG), AND KILLICK (UK) BOTH COMMENDED ECONADS REPORT AND URGED THAT UNCLASSIFIED VERSION BE DEVELOPED FOR POSSIBLE USE WITH PUBLIC, MEDIA, AND THIRD WORLD LEADERS TO HIGHLIGHT THE WIDE GAP BETWEEN COMMUNIST AND DAC AID LEVELS AND THE NARROW SELF-SERVING NATURE OF COMMUNIST AID. KILLICK ALSO REITERATED A POINT HE HAD MADE LAST JUNE (USNATO 5872 DTG 231342Z JUNE 77) ABOUT POSSIBLE DETRIMENTAL IMPACT ON ALLIED SECURITY INTERESTS OF SOVIET/EE INVOLVEMENT IN LDC MARITIME AND FISHING INDUSTRIES, E.G., SHOULD, UNDER THE GUISE OF TECHNICAL ASSISTANCE, THE SOVIETS PLAY A ROLE IN POLICING OF THE 200 MILE ECONOMIC ZONES DECLARED BY THIRD WORLD STATES WITH LITTLE OR NO NAVAL CAPABILITY. THE UK PERMREP ALSO SUGGESTED THE COUNCIL REVIEW COMMUNIST AID DEVELOPMENTS MORE OFTEN THAN THE BIENNIAL SCHEDULE NOW KEYED TO THE ECONADS REPORT.
- 2. BOSS (FRG) DREW ATTENTION TO THE CONENTRATION OF SO-VIET ARMS SALES ACTIVITIES SHOWN BY THE CM AND, RECALLING THE RECENT ECONADS EXPERTS DISCUSSION OF IMPENDING DETERIORATION IN SOV/EE PETROLEUM SUPPLIES, SUGGESTED THE PREPARATION OF A STUDY ON THE INTER-RELATIONSHIP OF THESE TWO DEVELOPMENTS: WERE THE SOVIETS SEEKING TO USE THEIR ARMS DELIVERIES TO ASSURE - OR CONFIDENTIAL

CONFIDENTIAL

PAGE 03 USNATO 11154 01 OF 02 101709Z

PAY FOR - PETROLEUM IMPORTS WHEN NEEDED?

3. US CHARGE JOINED IN COMMENDATION OF ECONADS
REPORT AND -DRAWING ON STANDING GUIDANCE - SAID US
WOULD BE PREPARED TO CONSIDER APPROVAL OF A REVISED REPORT
INTENDED FOR DECLASSIFICATION AFTER REVIEW IN WASHINGTON.
HE POINTED OUT WE HAD PROVIDED THE ECONOMIC DIRECTORATE
WITH ER 77-10296, AN UNCLASSIFIED VERSION OF THE
ORIGINAL US CONTRIBUTION TO THE ECONADS EXPERTS MEETING,
WHICH MIGHT MEET THE NEEDS OF THOSE INTERESTED.

4. TINE (FRANCE) ECHOED HIS PREVIOUS CAUTIONS ON THE PREPARATION AND RELEASE OF UNCLASSIFIED VERSIONS OF NAC REPORTS, AND SUGGESTED THIS BE CONSIDERED CAREFULLY BY CAPITALS, PARTICULARLY THOSE WHICH HAD MADE CONTRIBUTIONS OF INFORMATION INCORPORATED IN THE PRESENT REPORT. HE WAS CONCERNED WITH THE DICHOTOMY PRESENTED IN THE REPORT, CONTRASTING ECONOMIC AID WITH MILITARY SALES. HE SUGGESTED THAT FUTURE ANALYSES IN THIS SERIES BE WITHIN THE LARGER FRAMEWORKS OF SOVIET/EE "ECONOMIC RELATIONS" WITH THE LDCS, AND SO GIVE ADEQUATE ATTENTION TO BALANCE OF PAYMENTS, COMMERCIAL, RESOURCE, AND OTHER GOALS OF THE INDIVIDUAL COMMUNIST

COUNTRIES VIS-A-VIS THE THIRD WORLD.

5. BACON (CANADA), SPEAKING PERSONALLY, QUESTIONED WHETHER THERE WAS SOME INCONSISTENCY BETWEEN THE CONCLUSIONS IN PARAS 46 AND 47 OF REF C (WHICH OUTLINE THE SUBSTANTIALLY SELFISH NATURE OF SOVIET AID AND TRADE RELATIONS WITH THE LDCS) AND THE INVITATION IN THE MAY NATO SUMMIT COMMUNIQUE TO THE WARSAW PACT COUNTRIES TO MOBILIZE THEIR EFFORTS TOWARD THE ATTEINMENT OF "AND EQUITABLE WORLD//ECONOMIC// SYSTEM." HE RECALLED A CERTAIN TENDENCY FOR THEMES IN ONE COMMUNIQUE TO BE REPEATED IN SUBSEQUENT ONES AND

CONFIDENTIAL

NNN

CONFIDENTIAL

PAGE 01 USNATO 11154 02 OF 02 101710Z ACTION EUR-12

INFO OCT-01 ISO-00 CIAE-00 PM-05 INR-07 L-03 ACDA-12 NSAE-00 PA-01 SS-15 PRS-01 SP-02 USIA-06 TRSE-00 EB-08 COME-00 FRB-03 DODE-00 AID-05 CEA-01 EA-10 IO-13 NEA-10 OPIC-03 LAB-04 SIL-01 AGRE-00 OMB-01 OES-07 /131 W

-----049200 101748Z/43

R 101409Z NOV 77 FM USMISSION USNATO TO SECSTATE WASHDC 7237 INFO ALL NATO CAPITALS AMEMBASSY BELGRADE AMEMBASSY MOSCOW USNMR SHAPE BE

C O N F I D E N T I A L SECTION 02 OF 02 USNATO 11154

FELT THAT PERHAPS ON THIS ISSUE THERE WAS "REASON NOT TO BE PETETITIVE".

6. CONCLUDING THE DISCUSSION, ACTING SYG PANSA REMITTED TO THE ECONOMIC COMMITTEE FURTHER CONSIDERATION OF AN EVENTUAL UNCLASSIFIED VERSION OF THE C-M AND THE USES TO WHICH IT MIGHT BE PUT. SEEING A CERTAIN STABILITY IN THE TRENDS AND TACTICS OF SOVIET/EE AID AND TRADE ACTIVITIES, AND CONSIDERING THE ECONOMIC COMMITTEE'S HEAVY WORKLOAD, HE BELIEVE ANNUAL PREPARATION OF A SIMILAR REPORT WAS NOT WARRANTED. (KILLICK AGREED, ON THE ASSUMPTION THAT THE ECONADS WOULD UPDATE THE C-M WHEN SIGNIFICANT DEVELOPMENTS IN THE AREA WARRANTED).

AS TO THE CANADIAN COMMENTS, HE SAW NO INCONSISTENCY BETWEEN THE SUMMIT COMMUNIQUE LANGUAGE, WHICH WAS IN ANY CASE BROAD AND CALLED IN ESSENCE FOR AN IMPROVEMENT IN SOV/EE QUANTITY AND QUALITY OF AID, AND THE CLASSIFIED NEGATIVE ASSESSMENT OF ITS LEVEL AND THRUST.

CONFIDENTIAL

CONFIDENTIAL

PAGE 02 USNATO 11154 02 OF 02 101710Z

7. AS A POST SCRIPT, SVART (DENMARK) AGREED WITH PANSA'S COMMENTS AND ASSURED THE NAC THAT HE, KILLICK AND CANADIAN AMBASSADOR (TO MOSCOW) FORD WOULD SEEK TO INCLUDE UPDATED ASSESSMENT ON COMMUNIST AID ACTIVITIES IN THEIR DRAFT OF PART II OF THE ALLIANCE STUDY ON EAST-WEST RELATIONS. GLITMAN

CONFIDENTIAL

NNN

Message Attributes

Automatic Decaptioning: X

Capture Date: 01-Jan-1994 12:00:00 am Channel Indicators: n/a

Current Classification: UNCLASSIFIED Concepts: LESS DEVELOPED COUNTRIES, COMMUNISTS, FOREIGN ASSISTANCE

Control Number: n/a

Copy: SINGLE Sent Date: 10-Nov-1977 12:00:00 am Decaption Date: 01-Jan-1960 12:00:00 am Decaption Note:

Disposition Action: RELEASED Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW

Disposition Date: 22 May 2009 Disposition Event:

Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977USNATO11154
Document Source: CORE

Document Unique ID: 00 Drafter: n/a

Enclosure: n/a Executive Order: GS Errors: N/A

Expiration: Film Number: D770415-1012 Format: TEL

From: USNATO Handling Restrictions: n/a

Image Path: ISecure: 1

Legacy Key: link1977/newtext/t19771172/aaaacjud.tel

Line Count: 188 Litigation Code IDs: Litigation Codes:

Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM

Message ID: 46640c1d-c288-dd11-92da-001cc4696bcc

Office: ACTION EUR

Original Classification: CONFIDENTIAL
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a

Page Count: 4
Previous Channel Indicators: n/a Previous Classification: CONFIDENTIAL Previous Handling Restrictions: n/a Reference: 77 USNATO 10823, 77 STATE 266233

Retention: 0

Review Action: RELEASED, APPROVED Review Content Flags: Review Date: 21-Oct-2004 12:00:00 am Review Event:

Review Exemptions: n/a **Review Media Identifier:** Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

SAS ID: 634568 Secure: OPEN Status: NATIVE

Subject: NORTH ATLANTIC COUNCIL NOV. 9 DISCUSSION OF \"RECENT COMMUNIST AID TO THE DEVELOPING COUNTRIES\"

TAGS: EAID, XH, NATO, NAC

To: STATE Type: TE

vdkvgwkey: odbc://SAS/SAS.dbo.SAS_Docs/46640c1d-c288-dd11-92da-001cc4696bcc

Review Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009